### UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency Washington, DC 20250 **Notice PL-114** 

For: State and County Offices

**Executing CCC-526 Using FSA-211** 

**Approved by:** Deputy Administrator, Farm Programs

John a. Johnson

## 1 1-CM, Subparagraph 728 H

# A Background

Issuance of 1-CM, Amendment 9 added subparagraph 728 H, "Executing CCC-526 to Certify Adjusted Gross Income", to provide procedure for completing FSA-211 when the grantor wishes to grant authority to execute CCC-526 on their behalf. Many inquiries have been received about the validity of CCC-526's obtained using FSA-211 before this amendment was issued.

# **B** Purpose

This notice clarifies the procedure for using FSA-211 to execute CCC-526.

#### C Payment Eligibility

Effective for FY 2003, compliance with the \$2.5 million average adjusted gross income (AGI) limitation is required to be eligible for DCP payments, marketing loan gains, and conservation program payments. As provided in 1-PL, subparagraph 630 A, certification of AGI compliance can be accomplished using CCC-526.

Disposal Date	Distribution
October 1, 2003	State Offices; State Offices relay to County Offices

4-7-03 Page 1

#### **Notice PL-114**

## 1 1-CM, Subparagraph 728 H (Continued)

## D Using FSA-211 to Execute CCC-526

Completing FSA-211 allows one party to designate another party to perform various functions related to participation in programs administered by FSA. The party which authorized the attorney-in-fact with FSA-211 is responsible for the contractual obligations and payment eligibility requirements as if they had signed the documents. However, parties authorized by FSA-211 to sign program documents on behalf of others, committing them to program requirements, may not be fully aware of all information about these other parties, particularly financial status.

1-CM, subparagraph 728 H, was added to make participants fully aware of the obligations associated with using FSA-211 as it pertains to certifying average AGI.

However, many CCC-526's were signed using the authority of FSA-211's executed before the addition of 1-CM, subparagraph 728 H. Accordingly, the following apply:

- all CCC-526's executed using FSA-211 before the effective date of this revision, March 18, 2003, are valid
- all FSA-211's used to execute CCC-526's after March 18, 2003, must specify, "Executing CCC-526", in item 7, "Other".

4-7-03 Page 2